

MINUTES OF MEETING #421
BOARD OF TRUSTEES KENTUCKY RETIREMENT SYSTEMS
MEETING FEBRUARY 21, 2019 AT 10:00A.M.
1270 LOUISVILLE ROAD, FRANKFORT, KENTUCKY 40601

At a Regular Meeting of the Board of Trustees held on February 21, 2019 the following members were present: David Harris (Chair), Joe Brothers, John Chilton (arrived at 10:02), Raymond Connell, Kelly Downard(via telephone), John Farris, JT Fulkerson, David Gallagher, Sherry Kremer, Matthew Monteiro, Keith Percy, Betty Pendergrass, Jerry Powell, Neil Ramsey, David Rich, and Sec. Thomas Stephens. Staff members present were David Eager, Rebecca Adkins, Marlene Robinson, Erin Surratt, Connie Davis, Kristen Coffey, Connie Pettyjohn, Katherine Rupinen, Joseph Bowman, Shaun Case, Shawn Sparks, Jared Crawford, Jerry Yang, Phillip Cook, Elizabeth Smith, D'Juan Surratt, Ann Case, Rich Robben, Regina Stratton, David Nix and Alane Foley. Also present were Larry Totten, Larry Loew, Carrie Lovell, Tracey Garrison and Michele Hill.

Mr. Harris called the meeting to order.

Ms. Alane Foley called roll.

Mr. Harris introduced agenda item *Approval of Minutes- December 17, 2018*. A motion was made by Secretary Stephens and seconded by Mr. Fulkerson to approve the minutes as presented. The motion passed unanimously.

Being that there was no public comment, Mr. Harris introduced agenda item *Audit Committee Report*. Ms. Coffey provided details of the recent Audit Committee Meeting and provided an update on *Auditor of Public Accounts (APA) 2018 Special Audit. Quarterly Financial Statements as of December 31, 2018 (unaudited), Net Position Cash Flows (Pension and Insurance) and KRS Administrative Expenses* were provided for informational purposes only.

Mr. Surratt provided details regarding *Approval of Hazardous Duty Positions*. The Board discussed the Eastern Kentucky University Chief Flight Instructor position and asked for further clarification regarding details of this position. Secretary Stephens made a motion and was seconded by Mr. Percy to approve the hazardous duty positions as presented with the exception

of Eastern Kentucky University flight instructor position. The motion passed with the majority, Ms. Pendergrass abstained (Nelson County Board of Education).

Mr. Harris introduced agenda item *Applications to Voluntarily Cease Participation in KERS*. Ms. Surratt provided details regarding the applications. Ms. Pendergrass made a motion and was seconded by Mr. Ramsey to approve the initial cessation application of Gateway Children's Advocacy and Judi's Place for Kids. The motion passed unanimously.

Ms. Surratt advised the Board that Kentucky Bar Association (KBA) has completed all the necessary requirements to voluntarily cease participation from Kentucky Employees Retirement System. Mr. Powell moved and was seconded by Mr. Farris to approve the final cessation application of Kentucky Bar Association. The motion passed unanimously.

Mr. Harris introduced agenda item *Investment Committee and Investment Portfolio Quarterly Report*. Mr. Ramsey advised the Board that the Investment Committee has named Mr. Rich Robben the Chief Investment Officer and Mr. Andy Kiehl as the Deputy Chief Investment Officer. Mr. Robben then provided a performance update to the Board. This was provided for informational purposes only.

Mr. Harris introduced agenda item *Retiree Health Care Committee Report*. Mr. Rich and Ms. Pettyjohn provided details of the recent Retiree Health Care Committee Meeting. This was for informational purposes only.

Mr. Harris introduced agenda item *Legislative Update*. Mr. Eager provided a legislative update to the Board and shared a presentation made to PPOB.

Mr. Eager provided a KRS administrative update with Ms. Adkins discussing disaster recovery. Ms. Robinson updated the Board about wellness screening and training that has been provided at KRS. This was presented for informational purposes only.

Mr. Harris introduced agenda item *Retiree Services Division Education Session*. Mr. David Nix, Retiree Services Division Director provided an overview of his department and their duties. This was presented for informational purposes only.

Mr. Harris introduced agenda item *Other Business*. Mr. Ramsey advised the Board that he would be resigning effective today's date, 02/21/2019. Mr. Harris thanked Mr. Ramsey for his service as a Trustee on the KRS Board.

Mr. Harris appointed Mr. Farris as Chair of the Investment Committee.

Mr. Harris introduced agenda item *Closed Session*. A motion was made by Mr. Powell and seconded by Mr. Connell to go in to closed session. The motion passed unanimously.

Mr. Harris read the following statement and the meeting moved into closed session: A motion having been made in open session to move into closed session for a specific purpose, and such motion having carried by majority vote in open, public session, the Board shall now enter closed session to consider litigation, pursuant to KRS 61.810(1)(c), because of the necessity of protecting the confidentiality of the Systems' litigation strategy and preserving any available attorney-client privilege. All public attendees exited the meeting.

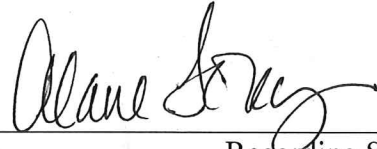
Mr. Harris called the meeting back in to open session.

There being no further business, a motion was made by Secretary Stephens and seconded by Mr. Rich to adjourn the meeting at 11:45 a.m. to meet again on April 18, 2019 or upon the call of the Executive Director or the Chair of the Board of Trustees.

Copies of all documents presented are incorporated as part of the Minutes of the Board of Trustees as of February 21, 2019

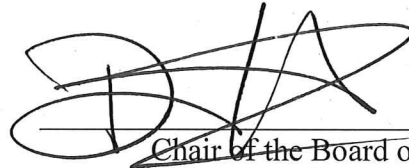
CERTIFICATION

I do certify that I was present at this meeting, and I have recorded the above actions of the Directors on the various items considered by it at this meeting. Further, I certify that all requirements of KRS 61.805-61.850 were met in conjunction with this meeting.



Recording Secretary

We, the Chair of the Board of Directors of the Kentucky Retirement Systems and Executive Director of the Kentucky Retirement Systems, do certify that the Minutes of Meeting Number 421, held on February 21, 2019, were approved on April 18, 2019.

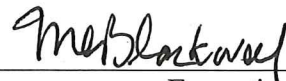


Chair of the Board of Directors



Executive Director

I have reviewed the Minutes of the February 21, 2019 Board of Trustees Meeting for content, form, and legality.



Executive Director
Office of Legal Services